ARIZONA CORPORATION COMMISSION UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY



W-OITINA

PONDEROSA UTILITY CORPORATION

3A OSAGE STREET

FLAGSTAFF, AZ 86001

ANNUAL REPORT

FOR YEAR ENDING

12 31 2006

FOR COMMISSION USE

ANN 04

06

PROCESSED BY:

SCANNED

COMPANY INFORMATION

Company Name (Business Name)	PONDEROSA UTILITY COR	PORATION	
Mailing Address <u>3A OSAGE STRI</u>	EET		
(Street) FLAGSTAFF	A.7	9400	1
(City)	AZ (State)	8600 (Zi	
(2.9)	(55)	(22)	F)
(928) 525-6210	(928) 525-9444		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (I	nclude Area Code)
Email Address			
Local Office Mailing Address SAM	ME AS ABOVE (Street)		
(City)	(State)	(Zip)
Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell N	o. (Include Area Code)
Email Address			
Management Contact: SUSAN	TEN PAS (Name)	(Ti	tle)
3A OSAGE STREET	FLAGSTAFF	AZ	86001
(Street)	(City)	(State)	(Zip)
(928) 525-6210	(928) 525-9444		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Ir	clude Area Code)
Email Address			
On Site Manager: SAME AS AE	<u>BOVE</u>		
	(Name)		
(Street)	(City)	(State)	(Zip)
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Inc	lude Area Code)
Email Address			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: SAME AS A			
	(Name)		
(Street)	(City)	(State)	(Zip)
Telephone No. (Include Area Code)	Fax No. (Include Area Code	Pager/Cell No. (l	nclude Area Code)
Attorney:	(Name)		
	(Name)		
(Street)	(City)	(State)	(Zip)
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Ir	nclude Area Code)
☐ Please mark this box if the above	address(es) have changed or are	updated since the	last filing.
<u>O</u> '	WNERSHIP INFORMATIO	<u>ON</u>	
Check the following box that applies to	o your company:		
Sole Proprietor (S)	C Corporation (C) (Other than Ass	ociation/Co-op)
Partnership (P)	☐ Subchapter S Co	rporation (Z)	
☐ Bankruptcy (B)	Association/Co-o	p (A)	
Receivership (R)	Limited Liability	Company	
Other (Describe)			
	COUNTIES SERVED		
Check the box below for the county/ies	s in which you are certificated to pr	rovide service:	
□ АРАСНЕ	☐ COCHISE	⊠ COCONII	NO
☐ GILA	☐ GRAHAM	GREENL	EE
☐ LA PAZ	☐ MARICOPA	☐ MOHAVE	E
☐ NAVAJO	☐ PIMA	☐ PINAL	
☐ SANTA CRUZ	☐ YAVAPAI	☐ YUMA	
☐ STATEWIDE			

UTILITY PLANT IN SERVICE AS OF 01/31/07

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	1,443		1,443
302	Franchises			
303	Land and Land Rights	1,361		1,361
304	Structures and Improvements	122,877	84,180	38,697
307	Wells and Springs	223,844	99,055	124,789
311	Pumping Equipment	48,021	48,021	0
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	71,548	66,273	5,275
331	Transmission and Distribution Mains	184,964	184,964	0
333	Services	34,173	34,173	0
334	Meters and Meter Installations	56,635	52,716	3,919
335	Hydrants	5,609	5,609	(0)
336	Backflow Prevention Devices	-		
339	Other Plant and Misc. Equipment	558	105	453
340	Office Furniture and Equipment	20,401	15,626	4,775
341	Transportation Equipment	63,398	46,742	16,656
343	Tools, Shop and Garage Equipment	27,530	18,974	8,556
344	Laboratory Equipment			
345	Power Operated Equipment	1,342	566	776
346	Communication Equipment			
347	Miscellaneous Equipment	4,716	3,091	1,625
348	Other Tangible Plant			
	TOTALS	868,420	660,095	208,325

This amount goes on the Balance Sheet Acct. No. 108

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR AS OF 01/31/07

Acct.		Original	Depreciation	Depreciation	
No.	DESCRIPTION	Cost (1)	Percentage (2)	Expense (1x2)	
301	Organization	1,443			
302	Franchises				
3.03	Land and Land Rights	1,361			
304	Structures and Improvements	122,877	3.33%	4,092	
307	Wells and Springs	223,844	3.33%	7,454	
311	Pumping Equipment	48,021	12.50%	4,362	
320	Water Treatment Equipment				
330	Distribution Reservoirs and Standpipes	71,548	2.22%	1,588	
331	Transmission and Distribution Mains	184,964	2.00%	357	
333	Services	34,173	3.33%	756	
334	Meters and Meter Installations	56,635	8.33%	4,688	
335	Hydrants	5,609	2.00%	21	
336	Backflow Prevention Devices				
339	Other Plant and Misc. Equipment	558	6.67%	37	
340	Office Furniture and Equipment	20,401	6.67%	1,329	
341	Transportation Equipment	63,398	20.00%		
343	Tools, Shop and Garage Equipment	27,530	5.00%		
344	Laboratory Equipment				
345	Power Operated Equipment	1,342	5.00%	53	
346	Communication Equipment				
347	Miscellaneous Equipment	4,716	10.00%	472	
348	Other Tangible Plant	1		i	
	SUBTOTALS	868,420		39,266	
	CIAC Amortization			1,912	
	TOTALS			37,354	

This amount goes on Comparative Statement of Income and Expense Acct. No. 403.



To the Board of Directors of Ponderosa Utility Corporation Scottsdale, Arizona

We have compiled the balance sheet of Ponderosa Utility Corporation (a corporation) as of January 31, 2007 and 2006, and the comparative statement of income and expense for the years then ended included in the accompanying prescribed form in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

Our compilation was limited to presenting in the form prescribed by the Arizona Corporation Commission information that is the representation of management. We have not audited or reviewed the financial statements referred to above and, accordingly, do not express an opinion or any other form of assurance on them.

These financial statements are presented in accordance with the requirements of the Arizona Corporation Commission, which differ from generally accepted accounting principles. Accordingly, these financial statements are not designed for those who are not informed about such differences.

All other information contained in the accompanying prescribed form has not been audited, reviewed, or compiled by us and, accordingly, we assume no responsibility for that information.

ULLMANN & COMPANY, P.C.

Wilmann + Company

Certified Public Accountants

March 24, 2007

BALANCE SHEET

1/31/2006 1/31/2007

		17	31/2006	1	/31/2007
Acct.		BAL	ANCE AT	BAI	LANCE AT
No.		BEGI	INNING OF	J	END OF
	ASSETS		YEAR		YEAR
·	CURRENT AND ACCRUED ASSETS				
131	Cash	\$	(326)	\$	14,094
134	Working Funds				
135	Temporary Cash Investments		·		
141	Customer Accounts Receivable		23,662		21,864
146	Notes/Receivables from Associated Companies		0		215
151	Plant Material and Supplies		1,850		1,955
162	Prepayments		0		2,340
174	Miscellaneous Current and Accrued Assets				
	TOTAL CURRENT AND ACCRUED ASSETS				
		\$	25,186	\$	40,474
	FIXED ASSETS				
101	Utility Plant in Service	\$	864,666	\$	868,420
103	Property Held for Future Use				
105	Construction Work in Progress				
108	Accumulated Depreciation - Utility Plant		620,829		660,09
121	Non-Utility Property		· · · · · · · · · · · · · · · · · · ·		· · · · · ·
122	Accumulated Depreciation - Non Utility				
	TOTAL FIXED ASSETS	\$	243,837	\$	208,32
	TOTAL ASSETS	<u> </u>	269,023	\$	248,79

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

BALANCE SHEET (CONTINUED)

1/31/2006 1/31/2007

		- 1	/31/2006	,	1/31/2007
Acct.		i	ANCE AT		LANCE AT
No.			GINNING	I	END OF
	LIABILITIES	O	F YEAR		YEAR
	CURRENT LIABILITES				
231	Accounts Payable				
232	Notes Payable (Current Portion)				
234	Notes/Accounts Payable to Associated Companies	_			
235	· · · · · · · · · · · · · · · · · · ·		10.424		11.400
	Customer Deposits		10,424		11,499
236	Accrued Taxes		15,573		13,229
237	Accrued Interest		· · · · · · · · · · · · · · · · · · ·		
241	Miscellaneous Current and Accrued Liabilities		25.007		0.4.700
	TOTAL CURRENT LIABILITIES	\$	25,997	\$	24,728
	LONG-TERM DEBT (Over 12 Months)				
224	Long-Term Notes and Bonds	\$	_	\$	-
	DEFERRED CREDITS				
251	Unamortized Premium on Debt				
252	Advances in Aid of Construction		24,724		23,100
255	Accumulated Deferred Investment Tax Credits				
271	Contributions in Aid of Construction		95,595		95,595
272	Less: Amortization of Contributions		59,610		61,522
281	Accumulated Deferred Income Tax				
	TOTAL DEFERRED CREDITS	\$	60,709	\$	57,173
	TOTAL LIABILITIES	\$	86,706	\$	81,901
	CAPITAL ACCOUNTS				
201	Common Stock Issued	\$	52,541	\$	52,541
211	Paid in Capital in Excess of Par Value	Ψ	29,091	Ψ	29,091
215	Retained Earnings		100,685		85,266
218	Proprietary Capital (Sole Props and Partnerships)		100,003		03,200
210	TOTAL CAPITAL	\$	182,317	\$	166,898
	TOTAL CATITAL	T D	102,517	Ψ,	100,070
	TOTAL LIABILITIES AND CAPITAL	\$	269,023	\$	248,799

COMPANY NAME

PONDEROSA UTILITY CORPORATION

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

1/31/2006

1/31/2007

Acct. No.	OPERATING REVENUES	PRIO	R YEAR	CURREN	T YEAR
461	Metered Water Revenue	\$	234,639	\$	257,986
460	Unmetered Water Revenue				
474	Other Water Revenues		2,880		2,050
	TOTAL REVENUES	\$	237,519	\$	260,036
	OPERATING EXPENSES				
601	Salaries and Wages	\$	53,878	\$	93,178
610	Purchased Water				
615	Purchased Power		20,318		23,801
618	Chemicals				
620	Repairs and Maintenance		6,410		11,178
621	Office Supplies and Expense		6,465		7,060
630	Outside Services		12,296		8,214
635	Water Testing		3,381		1,938
641	Rents				
650	Transportation Expenses		9,861		9,681
657	Insurance - General Liability		3,036		5,137
659	Insurance - Health and Life				
666	Regulatory Commission Expense - Rate Case		·		
675	Miscellaneous Expense		7,385		13,603
403	Depreciation Expense		35,310		37,354
408	Taxes Other Than Income		4,779		11,748
408.11	Property Taxes		9,461		9,908
409	Income Tax		10,007		7,694
	TOTAL OPERATING EXPENSES	\$	182,587	\$	240,494
	OTHER INCOME/EXPENSE				
419	Interest and Dividend Income				
421	Non-Utility Income				
426	Miscellaneous Non-Utility Expenses		32,910	<u> </u>	0
427	Interest Expense		1,703		107
	TOTAL OTHER INCOME/EXP	\$	(34,613)	\$	(107)
	***************************************	1			, , , , , , , , , , , , , , , , , , ,

SUPPLEMENTAL FINANCIAL DATA Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	9/6	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End	\$ 23,100	
Meter Deposits Refunded During the Test Year	\$ 3,904	

COMPANY NAME	PONDEROSA UTILITY CORPORATION
Name of System	ADEQ Public Water System Number (if applicable)

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-806223	30	75	950	10	3	
55-566882	40	120	1120	8	3	1998

^{*} Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		DRANTS
Quantity	Quantity Standard	Quantity Other
1	29	
4		
4		
		Quantity Quantity Standard

STORAGE TANKS		RE TANKS
Quantity	Capacity	Quantity
1	5000	1
1	3000	1
1	1100	1
1		
1		
1		
1		
		Quantity Capacity 1 5000 1 3000

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	PONDEROSA UTILITY CORPORATION
Name of System	ADEQ Public Water System Number (if applicable)

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC	6550
3	PVC	10355
4	PVC	14220
5		
6	PVC	15110
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X ³ / ₄	568
3/4	2
1	14
1 1/2	1
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

of the following three items, list the utility owned assets in each category for each system.
REATMENT EQUIPMENT:
TRUCTURES:
OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME:	PONDEROSA UTILITY CORPORATION
Name of System	ADEQ Public Water System Number (if applicable)

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2006

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLONS PUMPED	GALLONS PURCHASED
		(Thousands)	(Thousands)	(Thousands)
JANUARY	530	1655	2365	0
FEBRUARY	530	1483	2101	0
MARCH	532	1561	1600	0
APRIL	532	1898	2889	0
MAY	545	2389	1880	0
JUNE	547	3650	2400	0
JULY	546	2686	2700	0
AUGUST	551	2187	2345	0
SEPTEMBER	551	2087	2180	0
OCTOBER	548	2064	2100	0
NOVEMBER	538	1791	1800	0
DECEMBER	539	1708	2200	0
	TOTALS →	25,159	26,560	0

(If more than one well, plea		Well #20025	
(-y, F		Between	
If system has fire hydr	ants, what is the fire flow re	quirement? <u>1000-1500</u> GPM for <u>2</u>	hrs
If system has chlorinat	•	ntment system chlorinate continuous	ly?
Is the Water Utility lo	cated in an ADWR Active M	[anagement Area (AMA)?	
() Yes	(X) No		
Does the Company hav	ve an ADWR Gallons Per Ca	apita Per Day (GPCPD) requiremen	t?
() Yes	(X) No		
If yes, provide the GP	CPD amount:		

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME PONDEROSA UTILITY CORPORATION **YEAR ENDING 12/31/2006 PROPERTY TAXES** Amount of actual property taxes paid during Calendar Year 2006 was: \$ 9,684 Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year. If no property taxes paid, explain why.

BY ENDORSEMENT THE FULL PAYMENT OF THE	S CHECK IS ACCEPTED IN FOLLOWING ACCOUNT(S):	PONDEROSA UTILITY CORPORATION 558	2 ^ਦ
Parce # 920-90-10	16-3	3A OSAGE ST. FLAGSTAFF AZ 86001 928-525-6210	70/1221
		PAY TO THE OHDER OF BONNY LYNN COCO. CO. TREASURER \$ 4954.03 FOUR THOUSAND MINE HUNDRED FIFTY-FINE YELL DOLLARS II BANK OF AMERICA, N.A.	kiris Šecunija Jest Celaus Lita
FOR 1 1/2 1/2	Prof TAKES	2001 Duk	
	#*0055B2	" 12221017061: 0002356498691" "000049540	3 114

WFB NA TEMPE18062906 4868 94830795854 4 VS DATE 10/10/06156113122155687 86 PM E C 050 AZ

10/10/06 E3503 01 P01 3350804861

Deposit To
COCONINO COUNTY TREASURER

DATE	AMOUNT	5237672 PONDEROSA UTILITY CORPORATION 3A OSAGE ST.	5371
		FLAGSTAFF, AZ 86001 928-525-6210 DATE 4-20-06	91-170,
12 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2	<u> </u>	PAY TO THE ORDER OF BOJUNY LYNN COCUMINO CO TREASURER \$ 4736 FULK THOUSAND SEVEN HUNDRED THIRTY 4-32- BANK OF AMERICA, N.A. DOLLARS	
TOTA			
2 1/2 #	920-90-106-	3	

7 Ji AER L

620 C 620 A 620 MIE 62/02/09 marani an aran 200-1214 Crapacata Chab

SZZVY ESSE OF MI

VERIFICATION AND SWORN STATEMENT Taxes

VERIFICATION

STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	
COCONINO	
IAME (OWNER OR OFFICIAL) TITLE	
SUSAN TEN PAS, PRESIDENT	
COMPANY NAME	
PONDEROSA UTILITY CORPORATION	

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

				· · · · · · · · · · · · · · · · · · ·
	LL	ithh	2611 :	RI
		SIGNATURE	OF OWNER OR OF	FICIAL
	,	28-52	5- 6216	
		TELEPHONE	NUMBER	
SUBSCRIBED AND SWORN TO BEFORE ME				
A NOTARY PUBLIC IN AND FOR THE COUNTY	Y OF	COUNTY NAME	onino	
THIS DAY OF		MONTH ADV	i	.2007
(SEAL) Gaino County		Min	ica fr	invell
IV COMMISSION EXPIRES 0 - 20	SOC	SIGNA	TURE OF NOTARY	PUBLIC

COMPANY NAME PONDEROSA UTILIT	Y CORPORATION	YEAR ENDING 12/31/2006
IN	COME TAXES	
For this reporting period, provide the following:		
Federal Taxable Income Reported Estimated or Actual Federal Tax Liability	34,483 5,172	
State Taxable Income Reported Estimated or Actual State Tax Liability	36,270 2,522	
Amount of Grossed-Up Contributions/Advances	: :	
Amount of Contributions/Advances Amount of Gross-Up Tax Collected Total Grossed-Up Contributions/Advances	N/A N/A N/A	
Decision No. 55774 states, in part, that the utili of the tax year when tax returns are completed any Payer or if any gross-up tax refunds have a name and amount of contribution/advance, the each Payer, and the date the Utility expects to m	. Pursuant to this Decision, dready been made, attach the amount of gross-up tax coll	, if gross-up tax refunds are due to ne following information by Payer: lected, the amount of refund due to
CERTIFICATION		
The undersigned hereby certifies that the Utility prior year's annual report. This certification is corporation; the managing general partner, if company or the sole proprietor, if a sole propriet	to be signed by the Preside a partnership; the manage	ent or Chief Executive Officer, if a
GENERAL CERTICA	4/10/07	
SIGNATURE	DATE	
Mohn Eurlis	President TITLE	
PRINTED NAME	TITLE	

VERIFICATION AND SWORN STATEMENT

Intrastate Revenues Only

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

	P
COUNTY OF (COUNTY NAME)	
COCONINO	
NAME (OWNER OR OFFICIAL) TITLE	
SUSAN TEN PAS, PRESIDENT	
COMPANY NAME	
PONDEROSA UTILITY CORPORATION	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM <u>ARIZONA INTRASTATE</u> <u>UTILITY OPERATIONS DURING CALENDAR YEAR 2006 WAS:</u>

Arizona Intrastate Gross Operating Revenues Only (\$)

\$___280,607

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 17,486 IN SALES TAXES BILLED, OR COLLECTED)

**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

SUBSCRIBED AND SWORN TO BEFORE ME

da - Wiscona

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

DAY OF

(SEAL) .

MY COMMISSION EXPIRES () | - Clo-

SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER

CO LON I MO

MONTH AOCIL .2007

Marie of Notary public Well

VERIFICATION AND SWORN STATEMENT RESIDENTIAL REVENUE

Intrastate Revenues Only

VERIFICATION

STATE OF ARIZONA	COUNTY OF (COUNTY NAME) COCONINO	
I, THE UNDERSIGNED	NAME (OWNER OR OFFICIAL) SUSAN TEN PAS	TITLE PRESIDENT
OF THE	COMPANY NAME PONDEROSA UTILITY CORPORATION	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING MONTH DAY YEAR 2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM <u>ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2006 WAS</u>:

ARIZONA INTRASTATE GROSS OPERATING REVENUES IN	HE AMOUNT IN BOX AT LEFT CLUDES \$ 17,486 SALES TAXES BILLED, OR COLLECTED)
*RESIDENTIAL REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED.	SIGNATURE OF OWNER OR OFFICIAL 421 S 25 6 216 TELEPHONE NUMBER
SUBSCRIBED AND SWORN TO BEFORE ME	NOTARY PUBLIC NAME TOURISE ALUSWELL
A NOTARY PUBLIC IN AND FOR THE COUNT	
THIS DAY OF	MONTH April .20_07

07-06-2008

MY-COMMISSION EXPIRES

AFRICA OR ADDOM

17